

United States Department of Agriculture Rural Development

Oregon State Office

January 16, 2009

SUBJECT:

Program Loan Cost Expense (PLCE) Funds

FY 2009 Allocation and Requirements Under the Credit Reform Act of 1990

TO:

All Personnel, Oregon

USDA, Rural Development

PURPOSE/INTENDED OUTCOME:

This AN will set forth FY 2009 Program Loan Costs Expense (PLCE) funding allocations for Oregon in accordance with RD Instruction 2024-A.

COMPARISON WITH PREVIOUS AN:

This AN replaces AN No. 1303 which expired 9/30/08.

IMPLEMENTATION RESPONSIBILITIES:

The Office of Management and Budget (OMB) has approved this year's apportionment of recoverable Direct Loan Financing and Liquidating Program Loan Costs Expense (PLCE) funds for Rural Housing Service (RHS). Recoverable (R and L) account funding and Non-recoverable (A) allocations for FY 2008 are as follows:

Direct	Liquidating	Program
Loan Financing	Account	Account
(R)	(L)	(A)
\$339.661	\$175,215	\$418

The "A" account allocation is an initial allocation only. "A" funds will be used only for Single Family Housing (SFH) mortgage releases, pre-approved Multi-Family Housing (MFH) appraisals, pre-approved MFH cost certifications, SFH and MFH wage match, SFH bankruptcy fees, SFH inventory property inspections and interpreter services. No

EXPIRATION DATE:

FILING INSTRUCTIONS
Preceding RD Instruction 2024-A

09/30/2009

1201 NE Lloyd Blvd., Suite 801, Portland, OR 97232-1274
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other uses of non-recoverable PLCE funds are allowed without prior National Office permission.

The "R" account is used to pay program loan cost expenses that are chargeable to a borrower or REO inventory property in which the loan was obligated in FY 1992 or after.

The "L" account is used to pay program loan cost expenses that are chargeable to a borrower or REO inventory property account in which the loan was obligated prior to FY 1992. The oldest loan will be the factor to determine in which recoverable account (L or R) will be charged the expense.

In order to fully understand where specific contractual and non-contractual costs should be charged and to determine if a cost is recoverable or non-recoverable, please refer to the Exhibit D of RD Instruction 2024-A (Revision 12/05/07).

There will be no sub-allocation of any program loan cost funds. All requests must be signed by Rural Development Area Director's or Specialist's who have loan approval authorization. Funds Availability certification will be done in the State Office. All contractual AD-700's and non-contractual RD 2024-30's requests must be sent to Barb Brandon in the State Office for funds certification. Each office must maintain their original AD-700's and RD 2024-30's with approval signature.

If you have any questions concerning this AN, please contact Barb Brandon, State Program Loan Cost Coordinator at 503-414-3340 or brandon@or.usda.gov.

MARK SIMMONS State Director

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL DEVELOPMENT

Form RD 2006-3 (Rev. 11-99)

INSTRUCTION AND FORM JUSTIFICATION

TO: (D	ivision or Staff Di	rector)					
Stat	te Director	•					
	l: (Recommending Brandon	g Official)		TITLE PLC Coordin	ator	STATE Oregon	
SUBJE	ECT:						
Prog	gram Loan C	ost expense, FY	2009 Allo	cation & Re	uirements		
ITEM	Oregon AN	1312			### **********************************	DATE 01-16-2009	
	TEM IS SUBMITT		POST AP	PROVAL P	RIOR APPROVAL		
SUPPLEMENTS RD Instruction 2024-A						DATED	
SUPE	RSEDES Oreg	DATED					
FOR IS	SSUANCES INVO	DLVING LEGAL ISSUES, A G APPROVAL OR RECO	ATTACH A COPY	Y OF THE MEMOR	ANDUM FROM THE	OFFICE OF THE GENERAL	
ANSW	ER EACH OF TH	E FOLLOWING ITEMS BY	NUMBER AS I	TAPPLIES TO TH	IS ISSUANCE (Attach	Rider if necessary)	
В.	1. EXPLAIN NECESSITY FOR AND PURPOSE OF ISSUANCE (State fully) 2. TRAINING REQUIREMENTS EXPLANATION OF FORM 1. FROM WHAT PERSONS, DOCUMENTS, OR OTHER SOURCES WILL THE INFORMATION BE OBTAINED? 2. WHO PREPARES THIS FORM AND TO WHOM ARE ORIGINAL AND COPIES ROUTED? 3. HOW WILL THE INFORMATION IN THE FORM BE USED? 4. HOW WILL EMPLOYEES BE INSTRUCTED TO USE THE FORM?						
<u>FOR F</u>	ORMS ONLY:	QUANTITY REPROD	OCED		ANNUAL USAGE	RATE	
Expl	anation of	allocation and	requiremen	nts for FY :	2009 program	loan costs	
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THE PROPOSED ISSUANCE CONFORMS WITH APPROVED AGENCY POLICIES AND PROCEDURE. ITS USE IS ESSENTIAL TO APPROVED PROGRAM OBJECTIVES AND ADMINISTRATIVE REQUIREMENTS. APPROVAL IS RECOMMENDED.

SIGNED

RD 2006-3 (Rev. 11-99)